ISSION

INDIANA UTILITY REGULATORY COMMISSION 302 W. WASHINGTON STREET, SUITE E-306

INDIANAPOLIS, INDIANA 46204-2764 VERIFIED PETITION OF INDIANAPOLIS POWER & LIGHT COMPANY FOR MODIFICATION OF ITS CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY FOR CLEAN COAL TECHNOLOGY UNDER ) IND. CODE 8-1-8.7-1 et sea. AND PURSUANT TO THE ONGOING REVIEW PROCESS APPROVED IN CAUSE NOS. 42170 AND 42700) AND FOR APPROVAL OF AN ADJUSTMENT) TO ITS RATES THROUGH ITS ENVIRONMENTAL COMPLIANCE COST RECOVERY ADJUSTMENT FOR THE BILLING MONTHS OF SEPTEMBER, **OCTOBER, NOVEMBER, DECEMBER 2005 AND JANUARY AND FEBRUARY 2006** PURSUANT TO THE COMMISSION'S ORDERS IN CAUSE NOS. 42170 and 42700 )

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**CAUSE NO. 42170-ECR 5** 

**FILED** 

JUL 2 2 2005

INDIANA UTILITY
REGULATORY COMMISSION

You are hereby notified that on this date the Indiana Utility Regulatory Commission ("Commission") made the following entry in this Cause:

The Presiding Officer now finds that Petitioner should prefile responses to the following questions prior to the Evidentiary Hearing, or be prepared to address these issues at the Evidentiary Hearing.

- 1. The Settlement Agreement in Cause No.42170, section 2 (b) states "IPL may record the carrying charges, at the then prevailing Allowance for Funds Used During Construction ("AFUDC") rate, on the construction costs for the CCT projects from the date such costs are incurred until the date such costs are included in the return component of the ECCRA or until a return on construction costs is otherwise reflected in IPL's rates." Please explain how this statement corresponds with the requested treatment of post-in-service AFUDC in the current ECR filing.
- 2. Please provide a five and ten year rate payer impact analysis of the capitalized treatment as compared to expensed treatment of the post-in-service AFUDC.

IT IS SO ORDERED.

Abby R. Gray, Administrative Law Judge

Date My 22, 200